

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4633-01
Bill No.: HB 1191
Subject: Natural Resources Department; Parks and Recreations; State Treasurer
Type: Original
Date: January 25, 2012

Bill Summary: This proposal authorizes the State Treasurer to deposit all moneys in the State Park Earnings Fund in any qualified depository of the state and requires these deposits to be secured in a manner provided by law.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
General Revenue	(\$66,000)	(\$52,000)	(\$37,000)
Total Estimated Net Effect on General Revenue Fund	(\$66,000)	(\$52,000)	(\$37,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
State Park Earnings Fund	\$66,000	\$52,000	\$37,000
Total Estimated Net Effect on <u>Other</u> State Funds	\$66,000	\$52,000	\$37,000

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Natural Resources (DNR)** assume this proposal authorizes the State Treasurer to deposit all monies in the State Parks Earnings Fund in any of the qualified depositories of the State.

Currently, interest generated from the State Parks Earnings Fund is deposited to General Revenue. This proposal would allow the State Parks Earnings Fund to retain the interest. Assuming an interest rate of 0.65%, and projected revenues and expenditures, projected interest retained is estimated at \$66,000 for FY 2013, \$52,000 for FY 2014 and \$37,000 for FY 2015.

Revenue into the State Parks Earnings (SPE) are derived from privileges, conveniences, concessionaire contracts and/or all money received by gifts, bequests, or contributions from county or municipal resources. Currently, interest received on these funds is deposited into the General Revenue Fund. This proposal allows interest to be maintained in the SPE Fund. No new fees or taxes are being requested under this legislation.

Officials from the **Office of Administration - Division of Budget and Planning (BAP)** assume this proposal should not result in additional costs or savings to the division. BAP defers to the Department of Natural Resources and the State Treasurer's Office for an estimate of the loss in revenues to the General Revenue Fund that would result from the measure's redirection of interest earnings away from the General Revenue Fund and into the State Park Earnings Fund.

Officials from the **State Treasurer's Office** did not respond to Oversight's request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
GENERAL REVENUE			
<u>Revenue - Department of Natural Resources</u>			
Loss of Interest Revenue	<u>(\$66,000)</u>	<u>(\$52,000)</u>	<u>(\$37,000)</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>(\$66,000)</u>	<u>(\$52,000)</u>	<u>(\$37,000)</u>
STATE PARK EARNINGS FUND			
<u>Revenue - Department of Natural Resources</u>			
Interest Revenue	<u>\$66,000</u>	<u>\$52,000</u>	<u>\$37,000</u>
ESTIMATED NET EFFECT ON STATE PARK EARNINGS FUND	<u>\$66,000</u>	<u>\$52,000</u>	<u>\$37,000</u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2013 (10 Mo.)	 FY 2014	 FY 2015
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill authorizes the State Treasurer to deposit all of the moneys in the State Park Earnings Fund in any of the qualified depositories of the state and requires all these deposits to be secured in a manner provided by law relative to state deposits. Any interest earned on these deposits must be credited to the fund.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

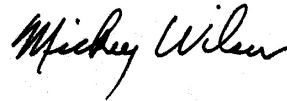
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SOURCES OF INFORMATION

Department of Natural Resources
Office of Administration
Division of Budget and Planning

NOT RESPONDING

Office of the State Treasurer

A handwritten signature in black ink that reads "Mickey Wilson". The signature is fluid and cursive, with the first name "Mickey" and last name "Wilson" clearly distinguishable.

Mickey Wilson, CPA
Director
January 25, 2012